

# Daily Financial Market Update

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## FIXED INCOME MARKET

### Money Markets

Banking system liquidity improved today, opening with a balance of ca ₦258.10 billion, better than the previous day's opening of ca - ₦80.92 billion. As a result, the Open Buy Back (OBB) and Overnight (ON) rates trended lower to settle at 10.00% and 10.00% from 13.00% and 13.33% respectively, the previous day.

### Treasury Bills

The NTB secondary market was largely bearish today, with a plethora of offers on the newly issued 1-year NTB paper at c.6.60% levels, as market players engaged in sell-side activities, following the excess supply of bills at yesterday's NTB auction. Thus, average rates rose c.12bps, day-on-day. The CBN resumed OMO sales today after a brief hiatus (last auction was 15 July 2021), with a total of ₦60bn offered across 3 tenors.

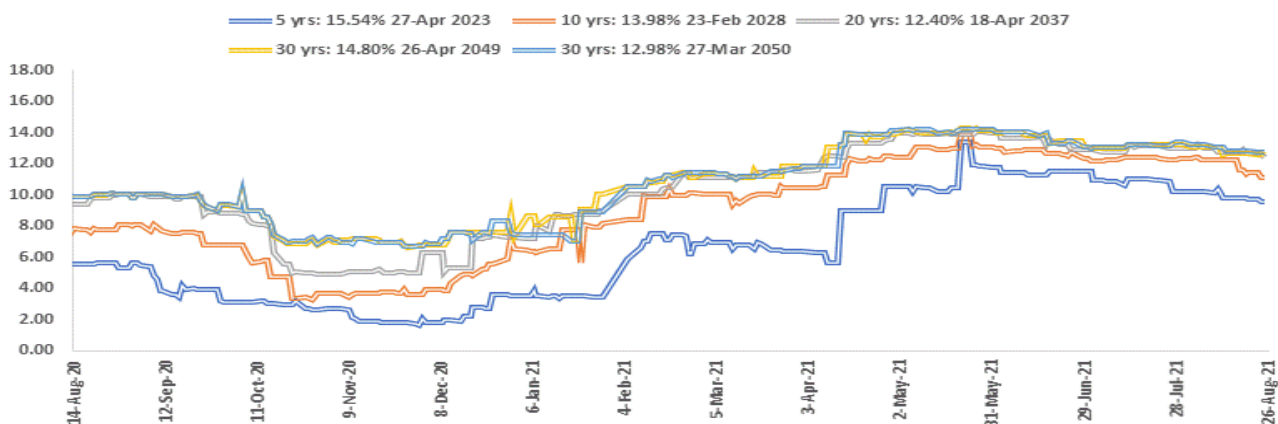
### Bonds

The FGN bonds secondary market traded with a mixed to bearish tone, with market sentiments largely influenced by CBN's resumption of OMO sales and the oversupply at yesterday's NTB auction (despite the decline in 1-yr stop rate). Improved offers were seen particularly on the 2036s and 2050s at c. 12.60% and 12.75% levels, respectively. Overall, average yields rose c.10bps, day-on-day.

### Eurobonds

The Eurobonds space sustained its bullish stance today, with pockets of demand seen across the curve. Consequently, average yield lost ca 3bps, day-on-day.

### Benchmark Bond Yields



### Macroeconomic Indicators

Indicators	
Inflation % (July 2021)	17.38 (+10.35 ytd)
PMI (December 2020)	49.60
MPR (%)	11.5 (-7%/+1% around mid-point)
CRR (%)	27.5
Brent Crude Price US\$/bbl	71.46 (-1.09% d/d)
External Reserve (US\$'billion)	33.40 (-5.57% ytd)
GDP % (Q2 2021)	+5.01% (Q4 2020: -1.92% y/y)

Source: NBS,CBN, AICO Capital

### T-Bills and Bond Statistics

Benchmark T-Bills Discount Rates			
	26-Aug-21	25-Aug-21	Change in Rates
77 days	4.22%	4.22%	→ 0.00%
168 days	4.73%	4.73%	→ 0.00%
322 days	6.31%	6.31%	→ 0.00%

Source: FMDQ DQL for 26 August 2021

Benchmark FGN Bond Yields			
	26-Aug-21	25-Aug-21	Change in Yield
5 yrs: 12.75% 27-Apr-2023	9.44%	9.54%	↓ -0.10%
10 yrs: 13.98% 23-Feb-2028	11.40%	11.31%	↑ 0.09%
20 yrs: 16.25% 18-Apr-2037	12.56%	12.44%	↑ 0.12%
30 yrs: 14.80% 26-Apr-2049	12.70%	12.70%	→ 0.00%
30 yrs: 12.98% 27-Mar-2050	12.70%	12.70%	→ 0.00%

Source: FMDQ DQL for 26 August 2021

Benchmark FGN Eurobond Yields			
	26-Aug-21	25-Aug-21	Change in Yield
3 yrs: NGERIA 6 3/4 01/28/21	1.88%	1.94%	↓ -0.06%
5 yrs: NGERIA 6 3/8 07/12/23	2.94%	2.97%	↓ -0.03%
10 yrs: NGERIA 6 1/2 11/28/27	5.60%	5.61%	↓ -0.01%
20 yrs: NGERIA 7.696 02/23/38	7.60%	7.62%	↓ -0.02%
30 yrs: NGERIA 9.248 01/21/49	8.05%	8.07%	↓ -0.02%
7.125% ECOTRAN 16/02/26	7.09%	7.02%	↑ 0.07%

Source: FMDQ DQL for 26 August 2021

## Equities Market Performance

The domestic bourse closed the day in positive territory, following buy interest in stocks such as Honeywell Flourmills Plc (+7.45%) and Access Bank Plc (+1.11%). Thus, the Nigerian Stock Exchange All Share Index (NSE ASI) gained ca 0.07% day-on-day to close at 39,477.18pts, while market year-to-date loss pared to -1.97%.

The NSE Oil & Gas and Banking indices gained ca 0.20% and 0.09% day-on-day, respectively. The NSE Consumer Goods and Industrial Goods indices closed flat.

Sovereign Trust Insurance Plc led the volume chart with ca 19.67 million units, while MTN Nigeria Communications Plc led the value chart with ca ₦496.68 million worth of trades.

### AIICO Money Market Fund (AMMF)

Net Yield (As at current date)	7.49%
Added Benefit	Personal accident insurance cover

### AIICO Capital Guaranteed Income Note (GIN) Rates p.a.

Amount (NGN)	60 Days	90 Days	180 Days	364 Days
10,000,001 - 50,000,000	7.00	7.00	7.25	7.50
50,000,001 - 100,000,000	7.25	7.50	7.75	8.00
100,000,001 - 400,000,000	7.75	8.00	8.25	8.50
>500,000,000	9.00	9.00	9.00	9.00

Index	D-o-D
NSE ASI	↑ 0.07%
NSE Banking Index	↑ 0.09%
NSE Industrial Goods Index	→ 0.00%
NSE Consumer Goods Index	→ 0.00%
NSE Oil & Gas Index	↑ 0.20%

### Top 5 Equity Advancers

Name (Symbol)	Closing Price	Gain(N)	% Change
ETERNA	7.50	0.68	↑ 9.97%
UPDC	1.69	0.15	↑ 9.74%
AIICO	1.03	0.08	↑ 8.42%
GLAXOSMITH	6.80	0.50	↑ 7.94%
HONYFLOUR	3.46	0.24	↑ 7.45%

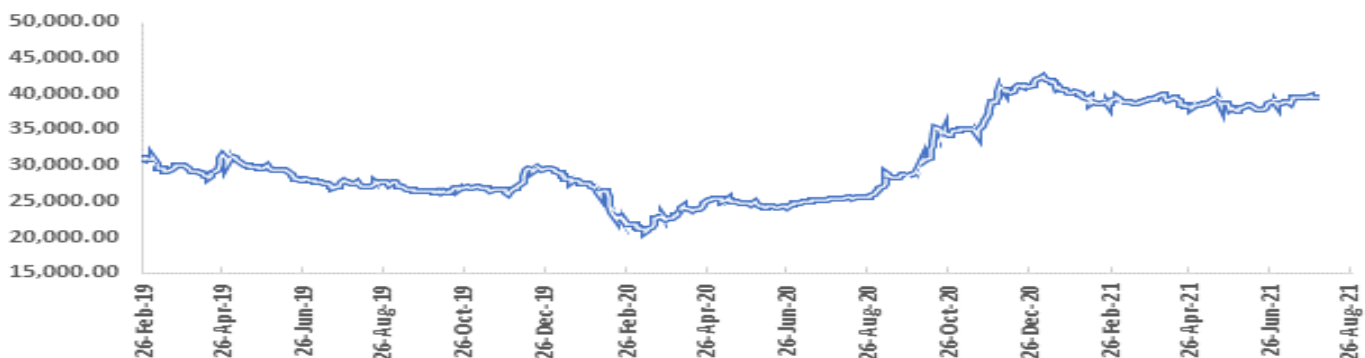
Source: NGX, AIICO Capital

### Top 5 Equity Decliners

Name (Symbol)	Closing Price	Loss(N)	% Change
IKEJAHOTEL	1.26	-0.14	↓ -10.00%
SCOA	1.44	-0.15	↓ -9.43%
ABCTRANS	0.33	-0.03	↓ -8.33%
CHAMPION	2.10	-0.10	↓ -4.55%
JAPAUFGOLD	0.50	-0.02	↓ -3.85%

Source: NGX, AIICO Capital

## NSE All Share Index



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